GOVERNMENT OF INDIA
AGRO AND RURAL INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:952
ANSWERED ON:29.11.2005
DEVELOPMENT AND PROMOTION OF KVIC
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Will the Minister of AGRO AND RURAL INDUSTRIES be pleased to state:

(a) whether the Government is implementing any scheme for the development and promotion of Khadi and Village Industries Sector in Karnataka and other Southern States;

(b) if so, the details thereof; and

(c) the present status of implementation of the scheme State-wise and the extent to which this package is helpful for this sector?

Answer

MINISTER FOR SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES (SHRI MAHABIR PRASAD)

(a) to (c): The Khadi and Village Industries Commission (KVIC) has been implementing the Rural Employment Generation Programme (REGP), a credit-linked-subsidy programme, to create more employment opportunities by promoting establishment of village industries in rural areas as well as small towns with population up to 20,000, in all the States/Union Territories of the country, including Karnataka and other Southern States. Some of other schemes being implemented through the KVIC for promotion of khadi and village industries (KVI) and increasing employment include Interest Subsidy Eligibility Certificate Scheme (ISEC) for providing bank loans to KVI units at subsidised rates of interest, rebate on sale of khadi products, assistance to KVI units in marketing their products, Rural Industries Service Centres (RISCs) for setting up of common facility centres (CFCs), Product Development, Design Intervention and Packaging (PRODIP) Scheme for improved designs and packaging, etc. The targets for 2005-06 and achievements upto 30 September 2005 under these schemes in Karnataka and other Southern States is given in the enclosed Annexure.

Annexure

Annexure referred to in reply to parts (a) to (c) of Lok Sabha Unstarred Question No. 952 for answer on 29.11.2005

Scheme-wise Targets for 2005-06 and Achievements upto 30 September 2005 in Karnataka and other Southern States

I. Interest Subsidy Eligibility Certificate (ISEC)

State	Target (Rs. crore)	Bank financed availed of (April 2005 to September 2005)
Andhra Pradesh	5.41	2.30
Karnataka	3.68	2.32
Kerala	21.99	6.37
Tamil Nadu	64.27	45.19

II. Khadi Rebate Scheme

State	Target (Rs. crore)	Rebate amount released by Central Government through KVIC

(April 2005 to September 2005)

Andhra Pradesh	Rebate amount depends on sale of khadi products. Hence, no target fixed in advance.		0.79
Karnataka	-do-		1.75
Kerala	-do-		1.87
Tamil Nadu	-do-		5.81

III. RURAL EMPLOYMENT GENERATION PROGRAMME (REGP)

State	Target		Achievement	
	(April 2005 to September 2005)			
	Number of projects	Employment (number of persons)	Number of projects	Employment (number of persons)
Andhra Pradesh	3097	46,761	671	17,663
Karnataka	1819	36,383	145	2,386
Kerala	1151	25,119	158	2,870
Tamil Nadu	1096	21,918	54	983

Annexure (continued)

Annexure referred to in reply to parts (a) to (c) of Lok Sabha Unstarred Question No. 952 for answer on 29.11.2005

Scheme-wise Targets for 2005-06 and Achievements upto 30 September 2005 in Karnataka and other Southern States

IV RURAL INDUSTRIES SERVICE CENTRE (RISC) Scheme

State	Target		Achievement	
	(April 2005 to September 2005)			
	No. of projects	Amount allotted (Rs. lakh)	No. of projects	Amount allotted (Rs. lakh)
Andhra Pradesh	5	18.75	2	5.07
Karnataka	4	15.00		
Kerala	4	15.00		
Tamil Nadu	5	18.75		

V. PRODUCT DEVELOPMENT DESIGN INTERVENTION AND PACKAGING (PRODIP) Scheme

State	Target	Achievement

	(April 2005 to September 2005)			
	No. of projects	Amount allotted (Rs. lakh)	No. of projects	Amount released (Rs. lakh)
Andhra Pradesh	10	15.00	10	7.50
Karnataka	20	27.00	20	13.50
Kerala	14	17.50	14	8.75
Tamil Nadu	24	35.00	24	17.50